



- 7) District Financial Reserve Presentation. The General Manager provided a presentation about the district financial reserves, and the pros and cons of a retained earnings reserve policy. No action required.
- 9) San Diego County Water Authority Report by Director Hilliker. The Board discussed continued MWD litigation and the SWRCB revision of conservation levels to take effect March 1, 2016. Working on how get the maximum credit for the Carlsbad Desal Plant as a drought resilient source. The Board discussed if a legal remedy may be required to get the result. Director Hilliker asked about interest in a desal plant tour in the near future.
- 10) Director's Report and Ad Hoc sub-Committees Report. None
- 11) Operations Report. The Superintendent reported that:
  - 1) Valle Vista water main replacement project. Preparing for project start.
  - 2) Three Reservoirs Rehabilitation: El Monte repair started.
  - 3) District SCADA Upgrade; Two sites are communicating and sending data. Improving programing to include pump control.
  - 4) District property clean up and rain preparation.
  - 5) Woodside Ave. Drainage. Project moving along well. Temporary above ground pipeline in service. New culvert to be installed and then main replacement.
  - 6) Two water main failures. Two service leaks, and zero fire hydrants hit.
- 12) Manager's Quarterly Report. The General Manager reported on:
  - 1) Drought Conservation Update; 20% Conservation. January conservation levels came in at 25%, 5% more than required. Preliminary reduction for February is plus 16%. 36% less than required. Groundwater production for February was 71.30 AF, 30% of demand. Water sales revenue was slightly higher than expected over the 9 month period. Cumulative water savings in 25% since June 2015, and is 156.3 acre feet or 51 million gallons more than required.
  - 2) New Emergency Water Conservation Order Starts March 1, 2016. SWRCB met to extend emergency regulation until October 2016 and also decided to allow three ways for water suppliers to lower conservation requirement. LWD chose to apply for a reduction of 7%, if approved it is to be retroactive to 3-1-16. The state will evaluate the state water supply situation on April 1 for more possible adjustments.
  - 3) Urban Water Management Plan; Updated plan is required every 5 years by the Department of Water Resources. Reflects major revisions because of the great recession. We complete the report in-house. We are required to have a public hearing and have tentatively set the date for our June 7, 2016 board meeting. Approved plan to be submitted to the DWR by 7-1-16
  - 4) Annual Statement of Economic Interests – Form 700 Reporting; the annual filing is due by mid-March.

News Articles Enclosed:

Study: State OK's Drought Conservation Credits

California Says Locals Must Police Groundwater

- 13) Demands of the Treasurer for February 2016. Motion by Director Johnson to approve demands as presented.

Motion: Johnson

Second: Neumeister

Vote:	Ayes:	5	Hilliker, Neumeister, Johnson, Jenkins, Boulter
	Noes	0	
	Abstain	0	
	Absent	0	

- 14) Adjourn; There being no further business the meeting adjourned to:

Next Regular Meeting scheduled for April 5, 2016 at 5:30 p.m.

---

PRESIDENT  
Director Hilliker

---

SECRETARY  
Brett Sanders